

ग्रामीण कार्य विभाग
बिहार, पटना

पटना/दिनांक:-03/10/2024

पत्रांक:- RWD/GST CLAIM/2024-25/401 - 2828 अनु०

प्रेषक,

मनोज कुमार, भा०आ०नि०से०
अपर मुख्य कार्यपालक
पदाधिकारी-सह-सचिव, ब्राडा।

सेवा में,

अधीक्षण अभियंता
ग्रामीण कार्य विभाग,
कार्य अंचल-मुजफ्फरपुर।

विषय : MMGSY योजनान्तर्गत Construction of Road from 1) Kathaiya Math Se sugan sah ke bathan tak 2) Main road Akhtar ke Ghar hote huye main road tak 3) Bariyarpur Bazar se turha Tola Hote Huye Dubey tola Nuniya tola Ram Dev Sah ke Ghar ke samne NH Tak, Package No. MMGSY-WB-19 Muzaffarpur west-01.में जी०एस०टी० दावा की स्वीकृति के संबंध में।

प्रसंग- कार्य प्रमंडल-मुजफ्फरपुर पश्चिम का पत्रांक-826 अनु०, दिनांक-13.06.2023

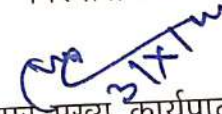
महाशय,

उपर्युक्त विषयक प्रासंगिक पत्र के माध्यम से विषयांकित पथ में GST अंतर राशि का दावा की जाँच हेतु संवेदक द्वारा अभिलेख समर्पित किया गया है जिसके आधार पर विभागीय GST परामर्शी फर्म M/s SKKSS & Co. द्वारा उक्त दावों की जाँच की गई तथा राशि रु 14,58,426/- मात्र दावे के योग्य पाया गया है।

GST परामर्शी फर्म के प्रतिवेदन के आधार पर विभागीय GST समिति की अनुशंसा एवं परामर्शी के प्रतिवेदन अग्रेतर कार्रवाई हेतु प्रेषित की जा रही है।

अनु०- यथोक्त।

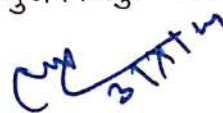
विश्वासभाजन


अपर मुख्य कार्यपालक
पदाधिकारी-सह-सचिव, ब्राडा

ज्ञापांक- RWD/GST CLAIM/2024-25/401 - 2828

प्रतिलिपि:- कार्यपालक अभियंता, ग्रामीण कार्य विभाग, कार्य प्रमंडल-मुजफ्फरपुर पश्चिम को सूचनार्थ।

पटना/दिनांक:-03/10/2024


अपर मुख्य कार्यपालक
पदाधिकारी-सह-सचिव, ब्राडा

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ग्रामीण कार्य विभाग, बिहार, पटना।

GST Claim के निष्पादन हेतु ग्रामीण कार्य विभाग द्वारा गठित समिति की
दिनांक - 18/04/23 को आहूत बैठक की कार्यवाही

विषय :- MMGSY योजनान्तर्गत Construction of road from 1) Kathaiya Math
Se Sugan Sah Ke Bathan Tak 2) Main Road Akhtar Ke Ghar Hote
Huye Main Road Tak 3) Bariyarpur Bazar Se Turha Tola Hote
Huye Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne
NH Tak ,Package No. MMGSY-WB-19 MUZAFFARPUR
WEST-01. एकरारनामा संख्या 148 SBD/2019-20 में जी.एस.टी. दावा की
स्वीकृति के संबंध में।

प्रसंग :- कार्य प्रमंडल, मुजफ्फरपुर पश्चिमी का पत्रांक 826 अनु० दिनांक 13.06.2023

उपर्युक्त प्रासंगिक पत्र के आलोक में कार्यपालक अभियंता, ग्रामीण कार्य विभाग,
कार्य प्रमंडल, मुजफ्फरपुर पश्चिमी द्वारा विषयांकित पथ में रु० 40,49,303 की जी.एस.टी. अंतर
राशि का दावा जाँच हेतु समर्पित किया गया है। विभागीय पत्रांक 43/2023-761, दिनांक 23.03.
2023 के आलोक में विभागीय जी.एस.टी. Consultant M/s SKKSS & Co. द्वारा दावे की
जाँच की गई तथा रु. 14,58,426/- मात्र की राशि के दावे के योग्य पाया गया है



GST Impact Summary				
Agreement No.	Name of Project	Claim by Contractor	GST Impact in Rupees (Construction)	GST Impact in Rupees (Recommended)
148 SBD/2019-20	Construction of road from Kathaiya Math Se Sugan Sah Ke Bathan Tak Package No. MMGSY-WB-19 MUZAFFARPUR WEST-01 Under MMGSY (World Bank)	14,94,229	4,55,675	4,55,675
148 SBD/2019-20	Construction of road from Main Road Akhtar Ke Ghar Hote Huye Main Road Tak Package No. MMGSY-WB-19 MUZAFFARPUR WEST-01	6,27,421	3,17,003	3,17,003



	Under MMGSY (World Bank)			
148 SBD/2019-20	Construction of road from Bariyarpur Bazar Se Turha Tola Hote Huye Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne NH Tak Package No. MMGSY- WB-19 MUZAFFARPUR WEST-01 Under MMGSY (World Bank)	19,27,653	6,85,748	6,85,748
	TOTAL	40,49,303	14,58,426	14,58,426



तदालोक में एकरारनामा 148 SBD/2019-20 विषयांकित कार्य Construction of road from 1) Kathaiya Math Se Sugan Sah Ke Bathan Tak 2) Main Road Akhtar Ke Ghar Hote Huye Main Road Tak 3) Bariyarpur Bazar Se Turha Tola Hote Huye Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne NH Tak ,Package No. MMGSY-WB-19 MUZAFFARPUR WEST-01 Under MMGSY (World Bank) के लिए दावे की राशि रु. 14,58,426 /- रुपये मात्र संवेदक सिंह कंस्ट्रक्शन प्राइवेट लिमिटेड को भुगतान की अनुशंसा की जाती है।



Shweta Singh
18/09/24

विभागीय GST Consultant

Dr. Prabhu Kumar
18/09/24

वित्त प्रबंधक

(Taxation)

वित्त प्रबंधक

GST नोडल अधिकारी

18/09/24

02.09.2024

To,
The Additional Chief Executive Officer,
Bihar Rural Roads Development Agency
Rural Works Department
Government of Bihar.

Re: Submission of GST Impact Report of M/S Singh Construction Pvt Ltd vide agreement no. 148 SBD/2019-20

Ref: Our appointment as GST Consultant by Rural Works Department, vide agreement number BRRDA/01/GST Consultancy dated 24.02.2023 and EE, Muzaffarpur West, letter no. 826 dated 13.06.2023

Respected Sir,

We are appointed to recommend payment of Impact arising on account of roll out of GST and change in taxation structure by analysing claim of contractors as per Scope of Work.

GST Impact Summary			
Agreement No.	Name of Project	GST Impact in Rupees (Construction)	GST Impact in Rupees (Maintenance)
148 SBD/2019-20	Construction of road from Kathaiya Math Se Sugan Sah Ke Bathan Tak, Package No. MMGSY-WB-19-MUZAFFARPUR WEST-01 Under MMGSY (World Bank)	4,55,675 (Annexure-I)	-

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NALA ROAD, PATNA - 800004



148 SBD/2019-20	Construction of road from Main Road Akhtar Ke Ghar Hote Huye Main Road Tak Package No. MMGSY-WB- 19- MUZAFFARPUR WEST-01 Under MMGSY (World Bank)	3,17,003 (Annexure-II)	-
148 SBD/2019-20	Construction of road from Bariyarpur Bazar Se Turha Tola Hote Huye Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne NH Tak Package No. MMGSY-WB- 19- MUZAFFARPUR WEST-01 Under MMGSY (World Bank)	6,85,748 (Annexure-III)	-
	TOTAL	14,58,426	-



We are therefore pleased to make our submission of GST Impact Report of M/S Singh Construction Pvt Ltd. for the following project with reference to the:

1. Construction of road from Kathaiya Math Se Sugan Sah Ke Bathan Tak, Package No. MMGSY-WB-19- MUZAFFARPUR WEST-01 Under MMGSY (World Bank).
2. Construction of road from Main Road Akhtar Ke Ghar Hote Huye Main Road Tak Package No. MMGSY-WB-19- MUZAFFARPUR WEST-01 Under MMGSY (World Bank).
3. Construction of road from Bariyarpur Bazar Se Turha Tola Hote Huye Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne NH Tak, Package No. MMGSY-WB-19- MUZAFFARPUR WEST-06 Under MMGSY (World Bank).

With this letter, we would like to draw your attention towards the following facts:

- 1) The impact being given is from-

Name of Road	RA Bill (No.)
Construction of road from Kathaiya Math Se Sugan Sah Ke Bathan Tak , Package No. MMGSY-WB-19-	RA Bill 01 to RA Bill 04



MUZAFFARPUR WEST-01 Under MMGSY (World Bank)	
Construction of road from Main Road Akhtar Ke Ghar Hote Huye Main Road Tak Package No. MMGSY-WB-19- MUZAFFARPUR WEST-01 Under MMGSY (World Bank).	RA Bill 01 to RA Bill 03
Construction of road from Bariyarpur Bazar Se Turha Tola Hote Huye Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne NH Tak , Package No. MMGSY-WB-19- MUZAFFARPUR WEST-01 Under MMGSY (World Bank).	RA Bill 01 to RA Bill 02

GST impact in later RA bills have to be verified and audited on submission of bill by M/S Singh Construction Pvt Ltd. in future period.



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That we have charged fees for entire contract and therefore as and when the new RA bills are submitted, the same should be sent to our office and sent via BRRDA for needful action. That a flat percentage cannot be applied for payment of future claims on RA bills and remaining amount of contract as the material & services components differs on every milestone of payment.

In our capacity as Indirect Consultant to you we therefore request you not to pay any adhoc GST reimbursement in future RA bills submitted as the same may cause loss to public exchequer, if the same is paid without proper analysis and auditing of records. Kindly forward all communication with respect to GST for proper analysis and needful action from our end.

- 2) That the above impact has taken into cognizance that any additional benefit that the contractor is being entitled to due to enactment of GST is passed onto Rural Works Department in terms of anti-profiteering clause in the GST law;
- 3) We have gone through the submission made by the Contractor-claimant, and have observed that the contractor has been awarded the contract for construction on 19.08.2019, wherein GST was in force.

From the rate analysis enclosed it has been observed that GST has been considered in the material component only at different applicable rates, and VAT/GST @ 4% has been considered in overhead component based on the RCD SOR Guidelines.

As per the GST law, GST is to be paid on the entire value of contract, however from the rate analysis enclosed it is observed that the GST has been provided only on material component and a provision of 4% has been made in overhead component by the department.



Hence, the contractor-claimant has raised GST claim of Rs.40,49,303, due to non-provisioning of GST by the department on the entire value of contract, whereas the contractor submits that the GST has been paid on the entire value of contract as executed by him.

4) **That the GST Impact calculation is made on the following premise:**

a) That the above works are -

(i) Construction of road from Kathaiya Math Se Sugan Sah Ke Bathan Tak,
Package No. MMGSY-WB-19- MUZAFFARPUR WEST-01 Under
MMGSY (World Bank).

(ii) Construction of road from Main Road Akhtar Ke Ghar Hote Huye Main
Road Tak Package No. MMGSY-WB-19- MUZAFFARPUR WEST-
01 Under MMGSY (World Bank).

(iii) Construction of road from Bariyarpur Bazar Se Turha Tola Hote Huye
Dubey Tola Nuniya Toal Ram Dev Sah Ke Ghar Ke Samne NH Tak,
Package No. MMGSY-WB-19- MUZAFFARPUR WEST-01 Under
MMGSY (World Bank).

b) As per section 15 of the CGST and BGST Act, 2017

(1) The **value of a supply** of goods or **services** or both shall be the **transaction value**, which is the **price actually paid or payable for the said supply of goods or services** or both where the supplier and the recipient of the supply are not related and the price is the sole consideration for the supply.



(2) The value of supply shall include—

- (a) any taxes, duties, cesses, fees and charges levied under any law for the time being in force other than this Act, the State Goods and Services Tax Act, the Union Territory Goods and Services Tax Act and the Goods and Services Tax (Compensation to States) Act, if charged separately by the supplier;
- (b) any amount that the supplier is liable to pay in relation to such supply but which has been incurred by the recipient of the supply and not included in the price actually paid or payable for the goods or services or both;
- (c) incidental expenses, including commission and packing, charged by the supplier to the recipient of a supply and any amount charged for anything done by the supplier in respect of the supply of goods or services or both at the time of, or before delivery of goods or supply of services;
- (d) interest or late fee or penalty for delayed payment of any consideration for any supply; and
- (e) subsidies directly linked to the price excluding subsidies provided by the Central Government and State Governments
- c) Further, in the BOQ rates of items has been taken from Road Construction department Schedule of rates (mentioned in BOQ). As per guidelines of RCD SOR, there has been inclusion of 4% in the name of VAT in the overhead component, hence in our calculation also 4% in the name of VAT has been reduced and impact has been considered accordingly.
- d) The above said impact is derived by considering the contract as Works Contract as defined U/s 2(119) of the Central Goods and Services Act, 2017 taxable @



12% (Heading 9954 (iv): Construction service - Composite supply of works contract as defined in clause (119) of section 2 of the Central Goods and Services Tax Act, 2017 other than that covered by items (i), (ia), (ib), (ic), (id), (ie) and (if) above, supplied by way of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of, - (a) a road, bridge, tunnel, or terminal for road transportation for use by general public;

- e) The Tax rates of Sand at site, Cement at site, RCC pipe NP3, Mild steel angle iron was not mentioned in the Rate Analysis of similar Items. However, we have assumed embedded Tax as mentioned in rate analysis of similar item.
- f) Therefore, suitable adjustment should be made if there is any amendment in law till the payment is settled under this contract or if there is any departure in the premise mentioned above must be brought to our notice as it may bring deviation in the GST Impact to be passed on to the contractor.
- g) That GST impact is calculated on the basis of all documents and records produced by Contractor and duly verified & audited by us as per our scope of work.
- 5) That the GST Impact amount indicated in the table above is derived on the basis of the RA Bills submitted before us. Therefore, in any case no excess payment can be made over and above the amount mentioned in the Annexure attached with this letter for completing the project.
- 6) That the GST claim amount submitted for approval by the Contractor was **Rs. 40,49,303/-** while as per our calculation the GST claim amount shall be **Rs. 14,58,426/-** which result in savings of **Rs. 25,90,877/-**

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NALA ROAD, PATNA - 800004



- 7) That at any later stage if it is brought to our notice that any fact/figures/calculation which was provided to us the basis of which has been our calculation, is misrepresented and which has a material effect on the above GST Claim amount, then the GST claim amount shall be void ab initio.

For any query or clarification, please contact the undersigned at earliest.

Therefore, kindly do the needful in this regard.

For and on behalf of
SKKSS & Co.

Shweta Singh
02/09/24
Authorized Signatory



Enclosed: -

1. GST claim computation